0 2 - 0404 CLASSIFICATION CONTRACTOR 25X1 INTELLOFAX 25 Approved For GENERAL 2000/04/04/05 NCBA 49509-82/00457R084290810009-0 INFORMATION REPORT CD NO. COUNTRY China DATE DISTR 6 FEB 50 NO. OF PAGES SUBJECT Communist Reluctance to Deal with West 25X1 CONFIDENTIAL PLACE NO. OF ENCLS **ACQUIRED** DATE OF SUPPLEMENT TO 25X1 REPORT NO. INFO. THIS IS UNEVALUATED INFORMATION 25X1 25X11. China National Aviation Corporation (CNAC) and Central Air Transport Corporation (CATC) have been told that they need not rely on the United States to supply spare parts and other necessities for the operation of air lines in China. The prospects for immediate, or even eventual, expansion of western trade with Communist China are very poor. The Chinese Communists expect war between the USSR and the West, so they feel that they cannot depend upon the West to supply their needs in raw materials, food and industrial machinery. Communist authorities are not reluctant to risk famine in China in order to resist establishment of economic ties with "imperialists." OO NOT CINCULATE TO With the state of the st Decument No letter of 16 October 1978 from the Director of Central Intelligence to the Archivist of the United States. 25X1 Next Review Date: 2008 CLASSIFICATION STATE NAVY N TRB DISTRIBUTION

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